GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2887
ANSWERED ON:07.12.2001
MISUSING OF FUNDS BY BANKS
MANIKRAO HODLYA GAVIT

Will the Minister of FINANCE be pleased to state:

(a): the number of public sector banks found guilty of misusing the funds by the Reserve Bank of India till October 31, 2001;

(b): whether the Government have conducted any inquiry of the accounts of the said banks; and

(c): if so, the details thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a),(b)&(c): While there may be some violations of Reserve Bank of India (RBI) norms, no instances of misuse of funds by public sector banks have come to the notice of Government and RBI in the recent past.As and when such violations are detected during the course of RBI`s inspection appropriate remedial measures are taken.